

Valens Semiconductor (NYSE:VLN)

February 2026

Forward-Looking Statements

Certain statements in this presentation (this "Presentation") are “forward-looking statements” within the meaning of the “safe harbor” provisions of the United States Private Securities Litigation Reform Act of 1995. Forward-looking statements may be identified by the use of words such as "estimate," "plan," "project," "forecast," "intend," "will," "expect," "anticipate," "believe," "seek," "target" or other similar expressions that predict or indicate future events or trends or that are not statements of historical matters. These forward-looking statements include, but are not limited to, statements regarding our anticipated future results, including financial results, our anticipated growth projections, our ability to concentrate our resources on our core businesses, our expectations regarding future revenues, gross margin, and adjusted EBITDA loss, and future economic and market conditions. These statements are based on various assumptions, whether or not identified in this press release, and on the current expectations of Valens Semiconductor's ("Valens") management and are not predictions of actual performance. These forward-looking statements are provided for illustrative purposes only and are not intended to serve as and must not be relied on by any investor as a guarantee, an assurance, a prediction or a definitive statement of fact or probability. Actual events and circumstances are difficult or impossible to predict and will differ from assumptions. Many actual events and circumstances are beyond the control of Valens Semiconductor. These forward-looking statements are subject to a number of risks and uncertainties, including the cyclicality of the semiconductor industry; the effect of inflation and a rising interest rate environment on our customers and industry; the ability of our customers to absorb inventory; competition in the semiconductor industry, and the failure to introduce new technologies and products in a timely manner to compete successfully against competitors; if Valens fails to adjust its supply chain volume due to changing market conditions or fails to estimate its customers' demand; disruptions in relationships with any one of Valens' key customers or suppliers; any difficulty selling Valens' products if customers do not design its products into their product offerings; Valens' dependence on winning selection processes; even if Valens succeeds in winning selection processes for its products, Valens may not generate timely or sufficient net sales or margins from those wins; sustained yield problems or other delays or quality events in the manufacturing process of products; our ability to effectively manage, invest in, grow, and retain our sales force, research and development capabilities, marketing team and other key personnel; our ability to timely adjust product prices to customers following price increase by the supply chain; our ability to adjust our inventory level due to reduction in demand due to inventory buffers accrued by customers; our expectations regarding the outcome of any future litigation in which we are named as a party; our ability to adequately protect and defend our intellectual property and other proprietary rights; risks related to our use of AI technologies; our ability to successfully integrate or otherwise achieve anticipated benefits from acquired businesses; the market price and trading volume of the Valens ordinary shares may be volatile and could decline significantly; further deterioration of macroeconomic conditions due to ongoing global political and economic uncertainty, including with respect to China-Taiwan relations and increasing trade and other tariff-related tensions (as our current guidance assumes the estimated production and/or demand impact on us of current tariff conditions); political, economic, governmental and tax consequences, as well as geopolitical tensions, associated with our incorporation and location in Israel; and those factors discussed in Valens' Form 20-F filed with the SEC on February 25, 2026 under the heading "Risk Factors," and other documents of Valens filed, or to be filed, with the SEC. If any of these risks materialize or our assumptions prove incorrect, actual results could differ materially from the results implied by these forward-looking statements. There may be additional risks that Valens does not presently know or that Valens currently believes are immaterial that could also cause actual results to differ from those contained in the forward-looking statements. In addition, forward-looking statements reflect Valens' expectations, plans or forecasts of future events and views as of the date of this press release. Valens anticipates that subsequent events and developments may cause Valens' assessments to change. However, while Valens may elect to update these forward-looking statements at some point in the future, Valens specifically disclaims any obligation to do so. These forward-looking statements should not be relied upon as representing Valens' assessment as of any date subsequent to the date of this press release. Accordingly, undue reliance should not be placed upon the forward-looking statements.

GAAP and non-GAAP Measures

This presentation includes GAAP and non-GAAP measures. Non-GAAP Gross Margin is defined as GAAP Gross Profit excluding share-based compensation, depreciation and amortization expenses, divided by revenue. Non-GAAP Operating Expenses is defined as GAAP Operating Expenses excluding share-based compensation, depreciation and amortization expenses.

Adjusted EBITDA is defined as net profit (loss) before financial income (expense), net, income taxes, equity in earnings of investee, depreciation and amortization, further adjusted to exclude share-based compensation, certain batch production incident expenses and change in the fair value of the Forfeiture Shares and earnout liability, which may vary from period-to-period. We caution investors that amounts presented in accordance with our definition of Adjusted EBITDA may not be comparable to similar measures disclosed by other issuers, because not all issuers calculate Adjusted EBITDA in the same manner. Adjusted EBITDA should not be considered as an alternative to net loss or any other performance measures derived in accordance with GAAP or as an alternative to cash flows from operating activities as a measure of our liquidity. For reconciliation of GAAP to non-GAAP measures, see Appendix.

Although we provide guidance for Adjusted EBITDA, we are not able to provide guidance for projected Net profit (loss), the most directly comparable GAAP measures. Certain elements of Net profit (loss), including share-based compensation expenses and forfeiture share valuations, are not predictable due to the high variability and difficulty of making accurate forecasts. As a result, it is impractical for us to provide guidance on Net profit (loss) or to reconcile our Adjusted EBITDA guidance without unreasonable efforts. Consequently, no disclosure of projected Net profit (loss) is included. For the same reasons, we are unable to address the probable significance of the unavailable information.

Industry and Market Data; Trademarks, Service Marks and Copyrights

In this Presentation, we rely on and refer to certain information and statistics obtained from third-party sources which we believe to be reliable. We have not independently verified the accuracy or completeness of any such third-party information. You are cautioned not to give undue weight to such industry and market data. This Presentation may include trademarks, service marks, trade names and copyrights of other companies, which are the property of their respective owners. Solely for convenience, some of the trademarks, service marks, trade names and copyrights referred to in this Presentation may be listed without the TM, SM, (c) or (r) symbols, but the Company will assert, to the fullest extent under applicable law, the right of the applicable owners, if any, to these trademarks, service marks, trade names and copyrights.

The **High-Performance Connectivity** Company



The **Highest** Bandwidth

High-speed connectivity for a variety of applications, with no latency.

The **Longest** Reach

Unprecedented flexibility for system Design over the simplest wiring infrastructure.

The **Lowest** Error Rate

Reliable, error-free connectivity for Safety-critical systems.

20	NYSE:VLN	230+	50M+	$70.6M	2	134	~$0.5B	100s	$5B
Years of innovation	Listed fabless semiconductor company	Employees	Chipsets sold	Revenues in 2025	Global Industry Standards	Patents	Cumulative R&D Expenses	Of customers	TAM

The Pain Points of Wired Connectivity



Too many cables

At our homes, offices, plants & vehicles



Distance limitations

Extended reach compromises signal integrity



Video resolution

Handling high-throughput, time-sensitive content transmission



Rough environments

EMC, EMI, temperature changes, cable aging



High costs

Design, development, infrastructure & maintenance costs



Installation complexity

Time consuming, complex architectures, not plug & play

Select Customers & Products Empowered by Valens

Entertainment	Digital Signage	Education	Video Conferencing	Industrial Machine Vision	Medical	Automotive
						
						
						

Sticking to our CORE

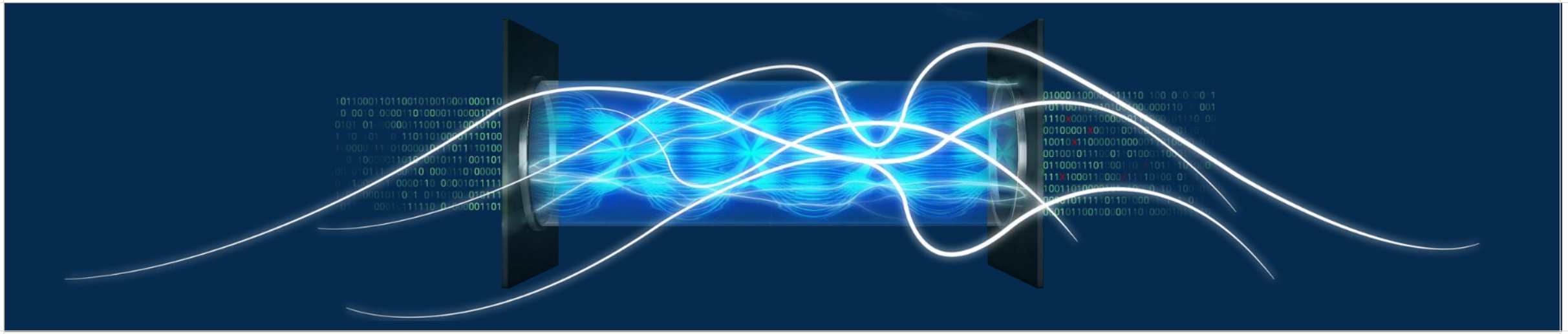


The Valens Edge:
A DSP-Based Approach to Error Handling

Backed by
134 Patents

Valens delivers the most optimized connectivity solutions for long-reach, high-resolution video.
We provide superior performance wherever others can't.

The Valens Difference:
Best-in-class EMC Performance



Legacy connectivity solutions are RESTRICTED by noise, forcing OEMs to:

- Reduce bandwidth
- Deploy expensive wiring
- Shorten cable length
- Rely on sub-optimal architecture

Valens' unique approach to noise handling LIBERATES Customers, offering them:

- Scalable Bandwidth
- Simple Wiring
- Long-reach
- Flexible Architecture

Spotlight on Audio-Video Success

Valens Created the Leading Industry Standard and Largest Interoperable Ecosystem

HDBT ASE

Founding Members

Valens SAMSUNG SONY PICTURES LG

- Inventor of HDBaseT technology – an audio-video industry standard
- Co-Founder of the HDBaseT Alliance, with Samsung, LG and Sony Pictures. Over 200 members developing HDBaseT-enabled products
- Market leader with unmatched technology for the distribution of ultra high-resolution video and audio

CRESTRON logitech SONY Panasonic

SAMSUNG EPSON NEC

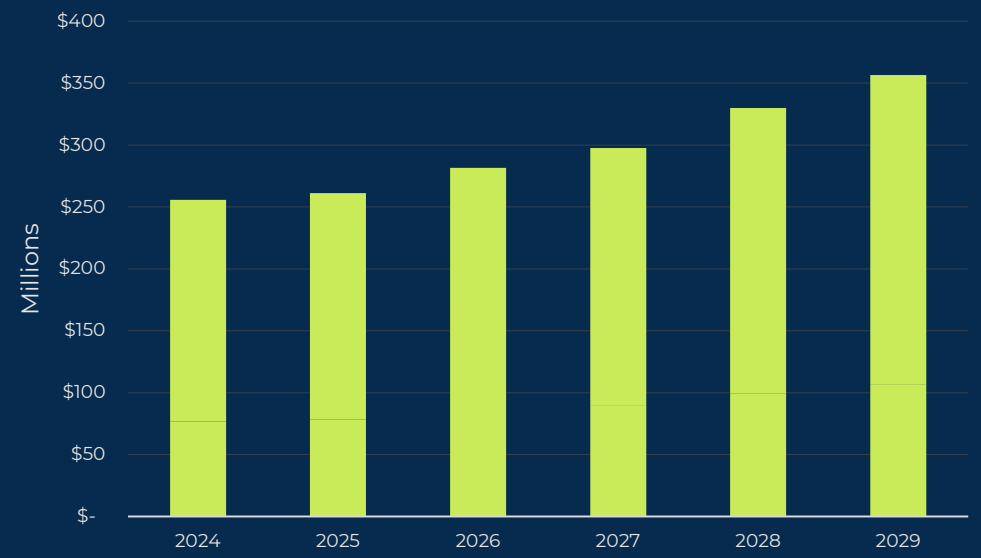
Extron HARMAN LG Electronics



Growth Engine

Video Conferencing:
Changing the Way We Work, Learn and Live

Total Addressable Market (TAM)[1]



Market Drivers

- New AI era of intelligent meeting experiences, led by Microsoft Teams and Zoom
- Democratization of video conferencing for remote and in-room participants
- Growing requirement for bring-your-own-device (BYOD) in huddle and conference rooms
- Increased adoption of USB in ProAV installations

All these trends result in proliferation of video peripherals in in all types of conference rooms.

Video conferencing penetration rate to 2x within 5 years[2]

The combination of increased demand for video, proliferation of USB, and the introduction of the Valens VS6320, represents a unique growth opportunity for Valens

[1] Future source: Conference Cameras Outlook, Aug 2021; Frost and Sullivan: State of the Global Video Conferencing Devices Market, Dec 2023
[2] Frost and Sullivan: State of the Global Video Conferencing Devices Market, Dec 2023

Spotlight on Automotive Success



Mercedes-Benz

Enabling State-of-the-Art Infotainment Systems In Mercedes-Benz Vehicles

- On the road with Mercedes since 2020
- The only multi-gig connectivity over unshielded cabling (UTP)



mipi alliance

4 Design Wins with Leading OEMs

- Valens is the first A-PHY silicon provider with multiple design wins
- Start of Production expected in 2027



mobileye™

Powering Mobileye's Next-Generation of ADAS and Autonomous Projects

- Valens chips will form the connectivity infrastructure for a variety of Mobileye EyeQ™6 High projects
- Mobileye testing found Valens superior across a variety of parameters

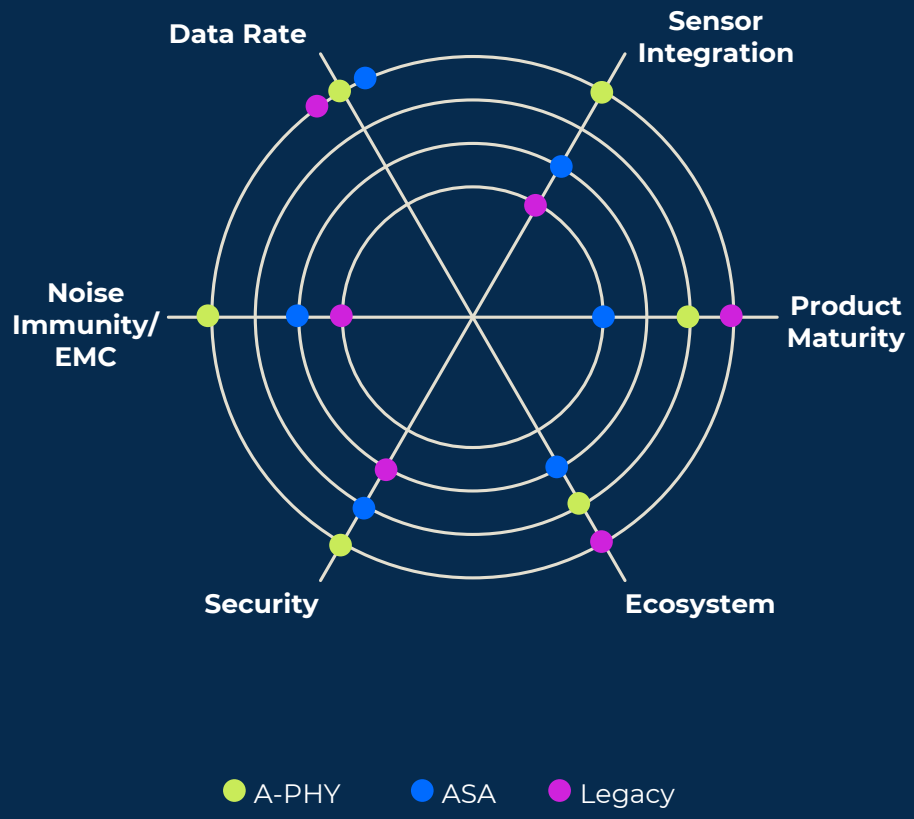
Automotive OEMs have called for a global standard for next-generation sensor connectivity.
That standard is MIPI A-PHY.

mipi alliance

- Best-in-class EMC performance
- Clear roadmap to ultra-high bandwidth
- Simple architecture
- End-to-end safety

Valens technology was selected as the basis of the A-PHY standard, and the company is the first in the industry to offer A-PHY-compliant chipsets

Technological Superiority

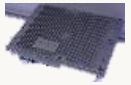


mipi alliance A-PHY Ecosystem

Platform Vendors



BLACK SESAME TECHNOLOGIES
Huashan-2 A1000 L



DESAY SV
Surround View System
SAC8539 & SAC8904 SoCs



Horizon Robotics
ADAS SoC



Qualcomm
Ride platform



LG Electronics
A-PHY platform



mobileye
EyeQ platform



SigmoStar
SoCs supported by A-PHY

Camera & Radar Module Vendors



A&R TECH
eiCAM and thinCAM



CHEMI-CON
NCM25-AC module



CHEMTRONICS
A-PHY e-mirror



Continental
FSC300
A-PHY camera



D3 Embedded
A-PHY camera



FRAMOS
FSM:GO modular platform



G-PULSE 金脉
4D A-PHY radar



LEOPARD IMAGING
A-PHY modules



Panasonic AUTOMOTIVE
A-PHY module



mcnex
A-PHY module



OMNIVISION
ARDS development platform



onsemi
MARS development platform



SAMSUNG
A-PHY module



HYUNDAI MOBIS
ADAS camera



SMART RADAR SYSTEM
Satellite radars with A-PHY



舜宇智领技术 SUNNY SMARTLEAD
3 A-PHY modules

IP & Development Tool Vendors



ADVANTEST
CIS and SOC test platform



BitifEye Digital Test Solutions
Receiver test



cadence
Verification IP



dSPACE
Autera & ESIU Data Simulation



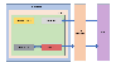
GOEPEL electronic
6222 Video Dragon - Frame grabbing and generation



intel foundry
Supporting A-PHY tech



KEYSIGHT TECHNOLOGIES
AE2010R SerDes test platform



MAXVY
Verification IP



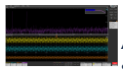
NetVision
SerDes Interface Board (SVM-06) with A-PHY



nextchip
NVS2680 ISP EVB



Protocol Insight
Marlin A200 protocol analyzer



Tektronix
A-PHY Compliance software



Truechip
Verification IP

Silicon & SIP Vendors



analogix
A-PHY SerDes



ESWIN
A-PHY SerDes



LG Innotek
A-PHY SiP offering



裕太微电子 Motorcomm
YT7917/2
A-PHY SerDes

ram-sCHIP
A-PHY SerDes

SILERGY
A-PHY SerDes

SIMCHIP
SC5501/2 A-PHY SerDes

SONY
CIS, integrated A-PHY

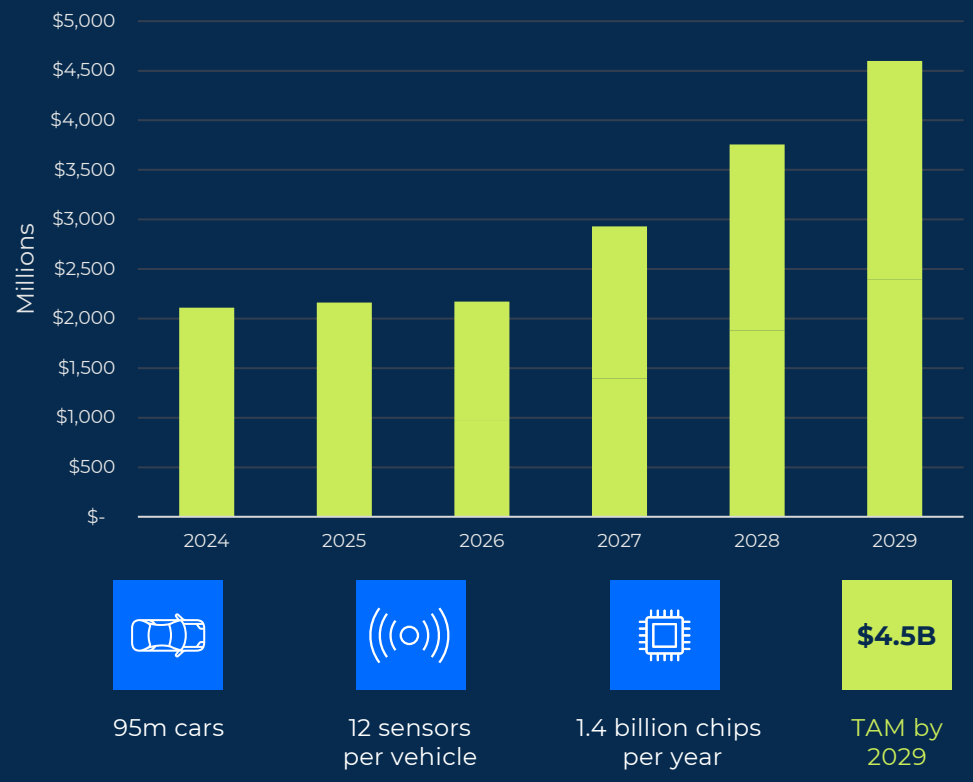
Valens
VA7000 Series
A-PHY SerDes

YELINK 合传微电子
VL77 Series
A-PHY SerDes

Growth Engine

Automotive: The Foundation for Next-Gen ADAS & Autonomous Systems

Total Addressable Market (TAM)[1]



Market Drivers

- Race towards higher levels of ADAS and Software-Defined Vehicles, leading to:
  - Increasing number of high-resolution sensors
  - Complex, centralized architectures
- Industry striving for standardized connectivity
- Platform lifecycle shortened (due to competition from 'newer' companies like Tesla and Chinese OEMs)

	Level 2/2+	Level 3	Level 4	Level 5
Cameras, radars, lidars, displays	Feet Off	Hands Off	Eyes Off	Mind Off
	4-14	11-23	13-35	19-36+

Only Valens' error-free connectivity can guarantee passenger safety and provide the resilient foundation upon which OEMs can build the cars of the future

[1]Source: S&P Autonomy Level (Sales) Data, Jan 2023

Opportunity Spotlight

Spotlight on New Opportunities

Robotics and Factory Automation











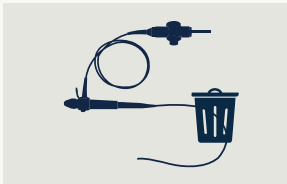
New Partnerships & Product Launches

Established strategic relationships that led to the first VA7000-based platforms on the market for machine and embedded vision, alongside a variety of A-PHY-based products from leading customers and partners.

Endoscopes, Including Single Use

Endoscope Projects Under Development

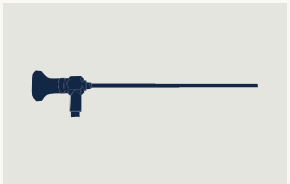
Companies are at various stages of evaluation and development based on Valens technology, including several at FDA approval stages.



Single-Use Flexible Endoscopes



Reusable Flexible Endoscopes



Rigid Endoscopes

New Design Wins

3 Global OEMs will launch first VA7000-based endoscopes, signaling strong momentum for Valens semiconductor's medical imaging offering.

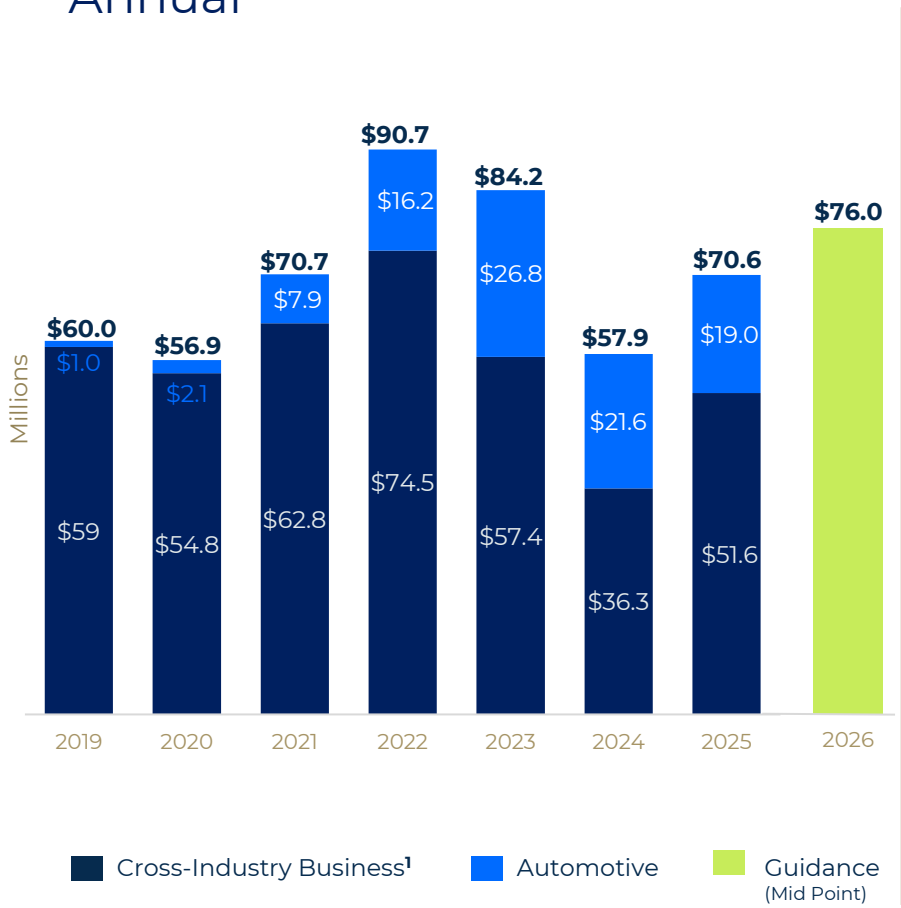
Valens is unlocking new markets by reusing chipsets originally designed for its core businesses



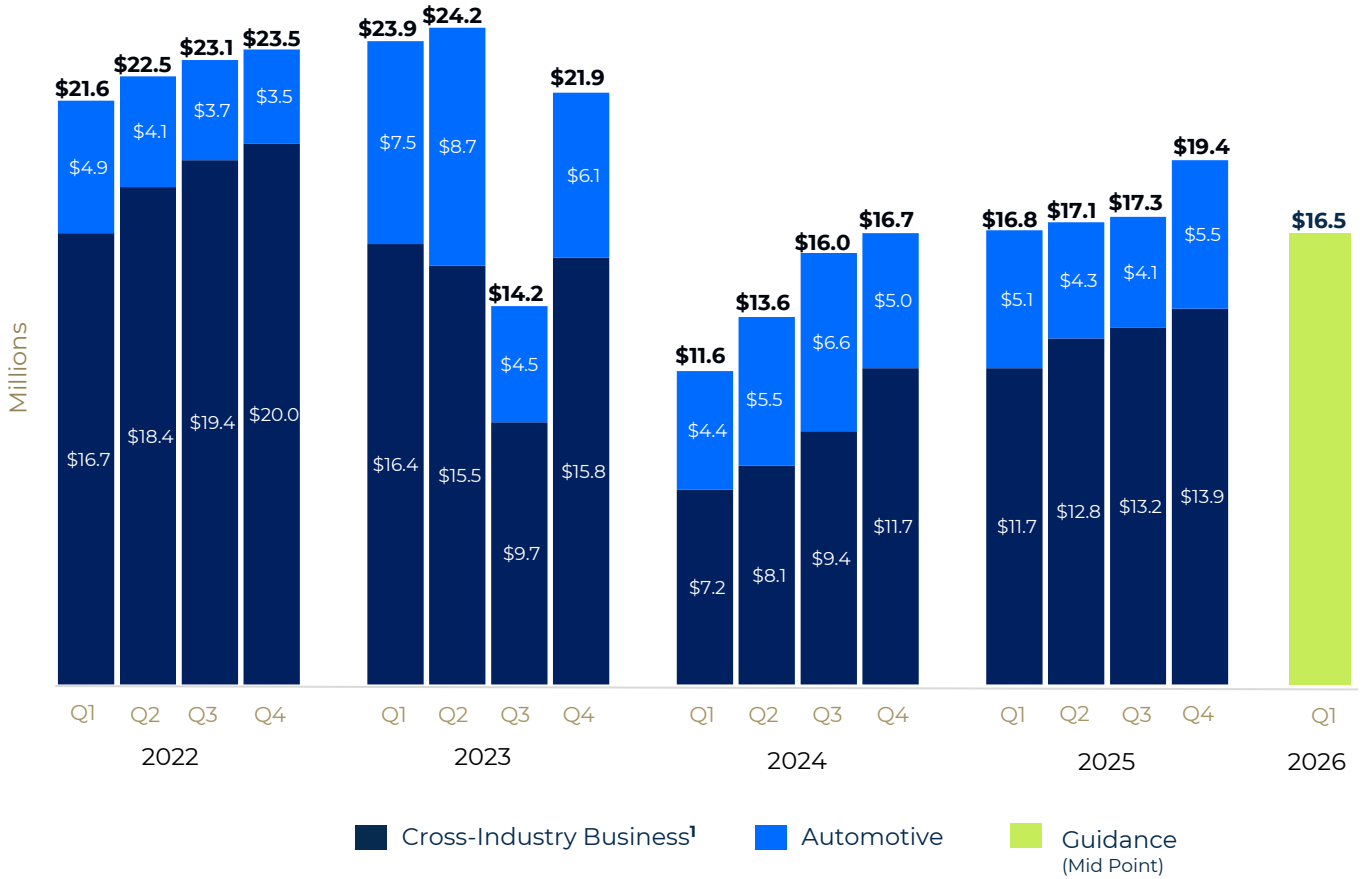
Financial Outlook

Revenues

Annual



Quarterly



[1]Cross-Industry Business revenues defined as Professional Audio-Video markets (Entertainment, Digital Signage, Education, Video Conferencing) plus Industrial and Medical.

Key Financial Data (US$ Millions)

		Q1-2024	Q2-2024	Q3-2024	Q4-2024	Annual 2024	Q1-2025	Q2-2025	Q3-2025	Q4-2025	Annual 2025
Revenue	Company	$11.6	$13.6	$16.0	$16.7	$57.9	$16.8	$17.1	$17.3	$19.4	$70.6
	Cross-Industry Business	$7.2	$8.1	$9.4	$11.7	$36.3	$11.7	$12.8	$13.2	$13.9	$51.6
	Automotive	$4.4	$5.5	$6.6	$5.0	$21.6	$5.1	$4.3	$4.1	$5.5	$19.0
GAAP Gross Margin %	Company	59.0%	61.4%	56.4%	60.4%	59.2%	62.9%	63.5%	63.0%	60.5%	62.4%
	Cross-Industry Business	77.2%	75.4%	70.2%	64.7%	71.0%	69.1%	67.8%	69.1%	66.4%	68.1%
	Automotive	29.1%	40.9%	37.0%	50.5%	39.5%	48.4%	50.5%	43.2%	45.9%	47.0%
Adjusted EBITDA (Loss)	Company	$(7.1)	$(5.2)	$(5.1)	$(3.7)	$(21.1)	$(4.3)	$(4.0)	$(4.3)	$(4.3)	$(16.9)
Loss Per Share		$(0.10)	$(0.08)	$(0.10)	$(0.07)	$(0.35)	$(0.08)	$(0.07)	$(0.07)	$(0.09)	$(0.31)

First Quarter 2026 Guidance

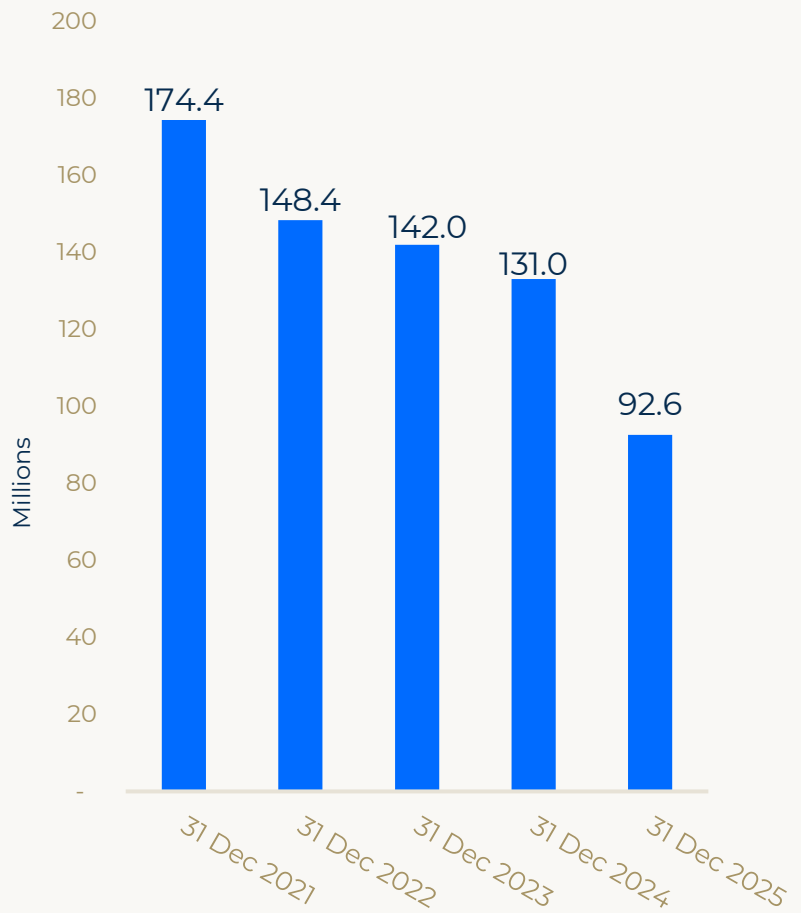
- **Revenue**: $16.3 -$16.7 Million
- **Gross Margin**: 57.0%-59.0%
- **Adjusted EBITDA (Loss)** [1,2]: $(7.9)-$(7.5) Million

2026 Annual Guidance

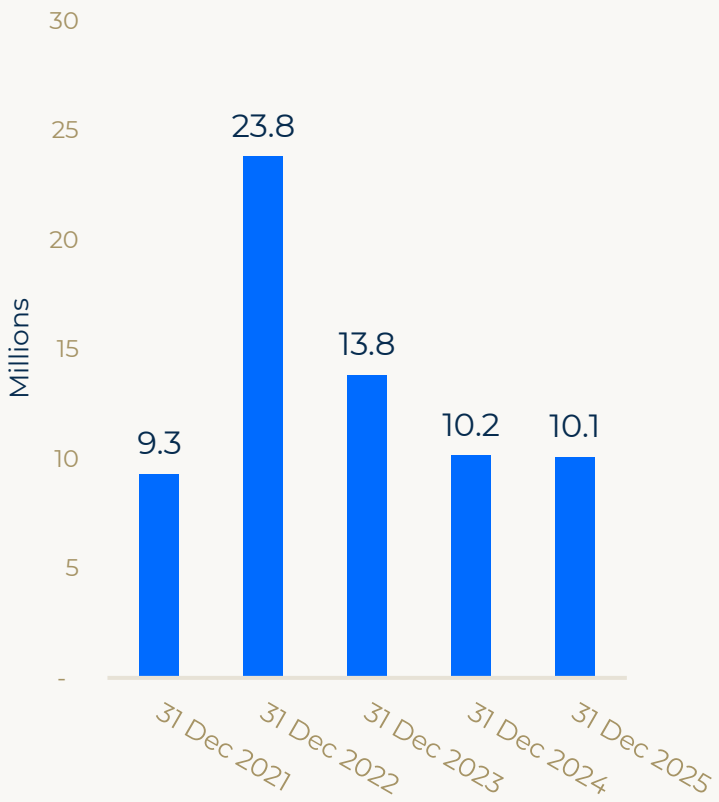
- **Revenue**: $75.0-$77.0 Million

(1) Guidance provided on February 25, 2026
(2) Although we provide guidance for Adj. EBITDA, we cannot provide guidance for projected net profit (loss), the most directly comparable GAAP measures. See the disclaimer in the Forward-Looking Statements

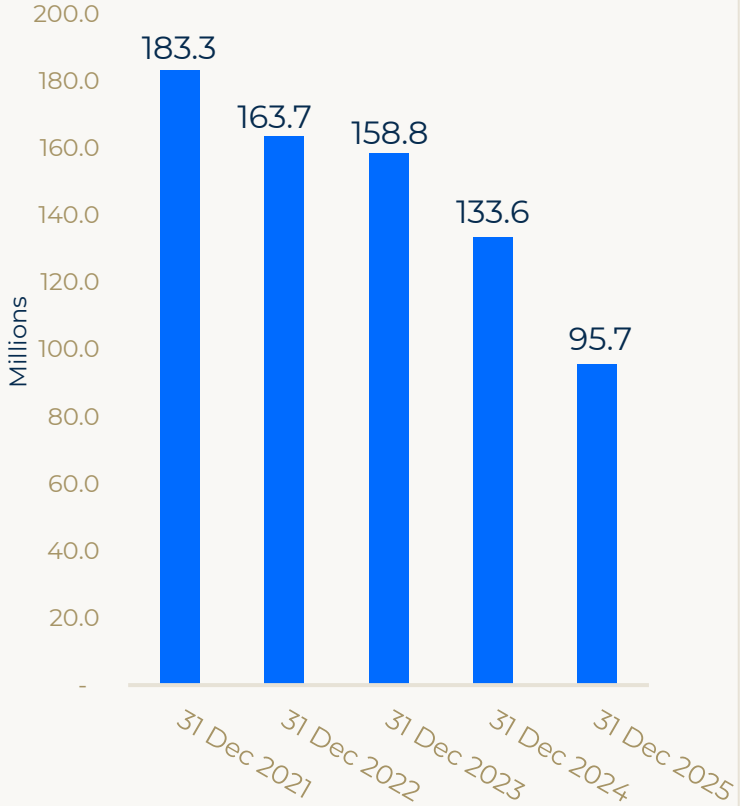
Cash Balance[1,3]



Inventory Level



Working Capital[2]



1 Cash Balance is defined as cash, cash equivalents and short-term deposits, excluding restricted short-term deposit in an amount of $1.1M.
2 Working Capital is defined as Total Current Assets less Total Current Liabilities.
3 The company repurchased a total of 9,453,419 ordinary shares, from two buybacks during 2025 and 2024, for a total amount of $25 million.

Recent Announcements

- Fourth MIPI A-PHY design win with a premium carmaker serving the Chinese market
- Valens, Imavix Engineering and CIS Corporation partner to offer the first MIPI A-PHY-based platform for machine vision, integrating Valens' VA7000 chipset
- Valens and Sakae Riken Kogyo to unveil the automotive market's first production-ready MIPI A-PHY-enabled e-mirror
- Implementation of an operational efficiency plan expected to save approximately $5 million annually in operating expenses

Think Outside
The Square



investors@valens.com

Appendix - GAAP to Non-GAAP Reconciliation ($ Thousands)

	Q4/25	Q3/25	Q2/25	Q1/25	Q4/24	Q3/24	Q2/24	Q1/24
Revenues	19,403	17,335	17,059	16,828	16,665	16,038	13,597	11,559
COGS	7,657	6,413	6,224	6,246	6,592	6,993	5,253	4,744
GAAP gross profit	11,746	10,922	10,835	10,582	10,073	9,045	8,344	6,815
GAAP gross margin	60.5%	63.0%	63.5%	62.9%	60.4%	56.4%	61.4%	59.0%
Depreciation and amortization	361	382	384	400	433	446	180	116
Share-based compensation	293	255	246	250	247	238	243	231
NON-GAAP gross profit	12,400	11,559	11,465	11,232	10,753	9,729	8,767	7,162
NON-GAAP gross margin	63.9%	66.7%	67.2%	66.7%	64.5%	60.7%	64.5%	62.0%
GAAP net loss	-8,770	-7,321	-7,184	-8,308	-7,317	-10,355	-8,869	-10,042
Depreciation and amortization	709	743	758	770	788	823	480	456
Share-based compensation	4,870	3,728	3,775	4,166	3,859	3,760	3,735	3,764
Financial income, net	-431	-726	-225	-1,238	-1,136	-1,885	-540	-1,234
Income Taxes	30	14	21	93	44	14	21	17
Equity in earnings of investee	-2	-3	-1	-3	-2	-4	-12	-5
Change in fair value of Forfeiture Shares	-	-1	-	0	1	-3	-10	-25
Change in earnout liability	-250	744	-837	174	85	264	28	0
Certain batch production incident expenses	-412	-1,476	-323	0	-10	2,249	0	0
Adjusted EBITDA	-4,256	-4,298	-4,016	-4,346	-3,688	-5,137	-5,167	-7,069

Appendix - Company's Profit And Loss

	Year ended December 31			
	2025	**2024**	**2023**	**2022**
REVENUES	70,625	57,859	84,161	90,715
COST OF REVENUES	(26,540)	(23,582)	(31,569)	(27,325)
GROSS PROFIT	44,085	34,277	52,592	63,390
OPERATING EXPENSES:				
Research and development expenses	(42,655)	(40,475)	(48,171)	(58,207)
Sales and marketing expenses	(21,390)	(18,302)	(17,314)	(16,959)
General and administrative expenses	(14,264)	(16,465)	(14,024)	(16,593)
Change in earnout liability	169	(377)	-	-
TOTAL OPERATING EXPENSES	(78,140)	(75,619)	(79,509)	(91,759)
OPERATING LOSS	(34,055)	(41,342)	(26,917)	(28,369)
Change in fair value of Forfeiture Shares	1	37	1,713	2,907
Financial income (expenses), net	2,620	4,795	5,637	(1,770)
LOSS BEFORE INCOME TAXES	(31,434)	(36,510)	(19,567)	(27,232)
INCOME TAXES	(158)	(96)	(112)	(451)
LOSS AFTER INCOME TAXES	(31,592)	(36,606)	(19,679)	(27,683)
Equity in earnings of investee	9	23	18	16
NET LOSS	(31,583)	(36,583)	(19,661)	(27,667)
Basic and diluted net loss per Ordinary Share	(0.31)	(0.35)	(0.19)	(0.28)
Weighted average number of shares and vested RSUs used in computing net loss per Ordinary Share	103,142,173	105,477,191	101,985,939	97,820,782
Other comprehensive income:				
Change in unrealized gains on cash flow hedges	(172)	601	-	-
TOTAL COMPREHENSIVE LOSS	**(31,755)**	**(35,982)**	**(19,661)**	**(27,667)**

Appendix - Company's Consolidated Balance Sheet

(U.S. dollars in thousands, except for number of shares and par value)

Assets	December 31	
	2025	2024
CURRENT ASSETS:		
Cash and cash equivalents	27,863	35,423
Short-term deposits	64,733	95,532
Restricted short-term deposit	1,132	1,138
Trade accounts receivable	9,971	7,751
Prepaid expenses and other current assets	4,842	3,904
Inventories	10,117	10,155
TOTAL CURRENT ASSETS	118,658	153,903
LONG-TERM ASSETS:		
Property and equipment, net	2,901	3,555
Operating lease right-of-use assets	6,901	7,458
Intangible assets	3,762	4,702
Goodwill	1,847	1,847
Other assets	632	687
TOTAL LONG-TERM ASSETS	16,043	18,249
TOTAL ASSETS	134,701	172,152

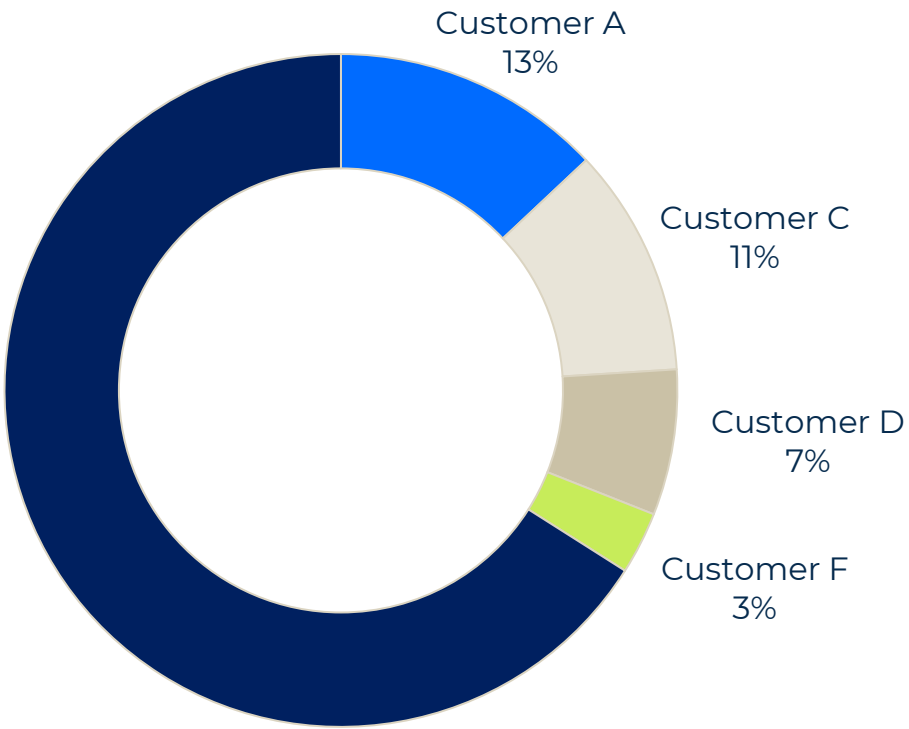
Appendix - Company's Consolidated Balance Sheet

(U.S. dollars in thousands, except for number of shares and par value)

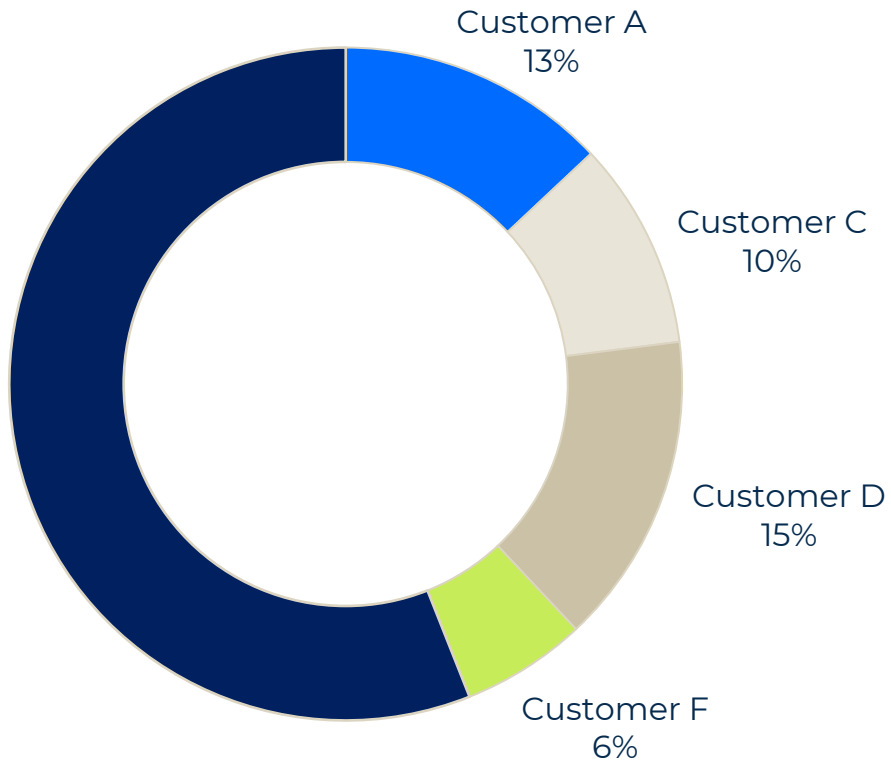
Liabilities and Shareholders' Equity	December 31	
	2025	2024
CURRENT LIABILITIES:		
Trade accounts payable	4,698	6,003
Accrued compensation	7,298	4,964
Earnout liability	282	-
Current maturities of operating leases liabilities	1,526	975
Other current liabilities	9,130	8,384
TOTAL CURRENT LIABILITIES	22,934	20,326
LONG-TERM LIABILITIES:		
puForfeiture Shares, no par value: 0 and 359,375 shares authorized, issued and outstanding as of December 31, 2025 and 2024	-	1
Non-current operating leases liabilities	6,717	6,645
Earnout liability	-	2,413
Other long-term liabilities	67	79
TOTAL LONG-TERM LIABILITIES	6,784	9,138
COMMITMENTS AND CONTINGENT LIABILITIES		
TOTAL LIABILITIES	29,718	29,464
SHAREHOLDERS' EQUITY:		
Ordinary shares, no par value: 700,000,000 shares authorized as of December 31, 2025 and 2024; 106,352,460 and 107,614,972 shares issued and 103,050,266 and 106,342,415 shares outstanding as of December 31, 2025 and 2024, respectively (excluding 0 and 359,375 Ordinary shares subject to forfeiture)	49	49
Treasury shares at cost: 3,302,194 and 625,682 shares as of December 31, 2025 and 2024, respectively	(10,006)	(1,613)
Additional paid-in capital	360,013	357,570
Accumulated other comprehensive income	429	601
Accumulated deficit	(245,502)	(213,919)
TOTAL SHAREHOLDERS' EQUITY	104,983	142,688
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	134,701	172,152

Appendix - Revenue Diversity Across Customers

FY-2025



FY-2024



Appendix - Revenues Diversity Across Geography

